



JONATHAN E. FIELDING, M.D., M.P.H. Director and Health Officer

JONATHAN E. FREEDMAN Chief Deputy Director

313 North Figueroa Street, Room 806 Los Angeles, California 90012 TEL (213) 240-8117• FAX (213) 975-1273 www.publichealth.lacounty.gov BOARD OF SUPERVISORS

Gloria Molina First District

Mark Ridley-Thomas Second District

Zev Yaroslavsky Third District

Don Knabe Fourth District

Michael D. Antonovich Fifth District

January 17, 2012

TO:

Each Supervisor

FROM: Jonathan E. Fielding, M.D., M.P.H

Director and Health Officer

SUBJECT:

NOTIFICATION OF THE USE OF DELEGATED AUTHORITY TO AMEND

TWO CONTRACTS FOR THE PROVISION OF DRUG/MEDI-CAL

SERVICES

This is to notify you that I am exercising the delegated authority approved by your Board on June 10, 2008, to increase or decrease contract obligations for all Drug/Medi-Cal (DMC) agreements, following notification to County Counsel, the Chief Executive Office, and your Board.

Pursuant to both State legislation and the federal ruling of <u>Sobky v. Smoley</u>, counties are required to enter into agreements with all State-certified DMC service providers who request service contracts and who demonstrate the ability to comply with all local requirements. Moreover, when these agencies request additional funds necessary to provide services to persons eligible for DMC program services, counties are required to amend the DMC agreements to reflect the additional services and funding. Under the federal ruling, counties have no basis to deny reimbursement for services if the contractor is in full compliance with contractual requirements.

Under the delegated authority referenced above, I will execute the following DMC amendments for the term July 1, 2010 through June 30, 2011; 100 percent offset by federal and State funds:

Agreement Number PH-000434 with Okuli Eagle's Nest Foundation, Inc. to increase the funding by \$21,000, increasing the annual obligation from \$320,000 to \$341,000, to provide Day Care Habilitative Services; and

Each Supervisor January 17, 2011 Page 2

Agreement Number PH-00487 with R.I.G.H.T. Program to increase the annual funding by \$82,331, increasing the annual obligation from \$1,122,769 to \$1,205,100, to provide Outpatient Drug Free Services and Day Care Habilatitive Services.

On June 7, 2011, your Board approved the renewal of the agreements with Okuli Eagle's Nest Foundation, Inc. and R.I.G.H.T. Program for an additional three (3) years, effective July 1, 2011 through June 30, 2014.

County Counsel has reviewed and approved the amendment as to form and this delegated authority action.

If you have any questions or need additional information, please let me know.

JEF:acv #02128

c: Chief Executive Officer
County Counsel
Executive Officer, Board of Supervisors